

FISCAL NOTE

SB 3052 - HB 3121

February 4, 2008

SUMMARY OF BILL: Adds a definition for eligible headquarters facility to Tenn. Code Ann. § 7-53-101 and provides that such eligible headquarters facility may be exempt from ad valorem taxes if the owner agrees to make payments in lieu of taxes.

ESTIMATED FISCAL IMPACT:

Foregone Local Revenue – Exceeds \$50,000

Assumptions:

- This bill will apply to proposed redevelopment in downtown Memphis. The specified property is currently vacant. No property taxes will be paid on the property.
- Redevelopment will not occur in the absence of this legislation. Therefore, the impact will be foregone revenue. Payments in lieu of taxes will partially offset the revenue difference.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

/kmc